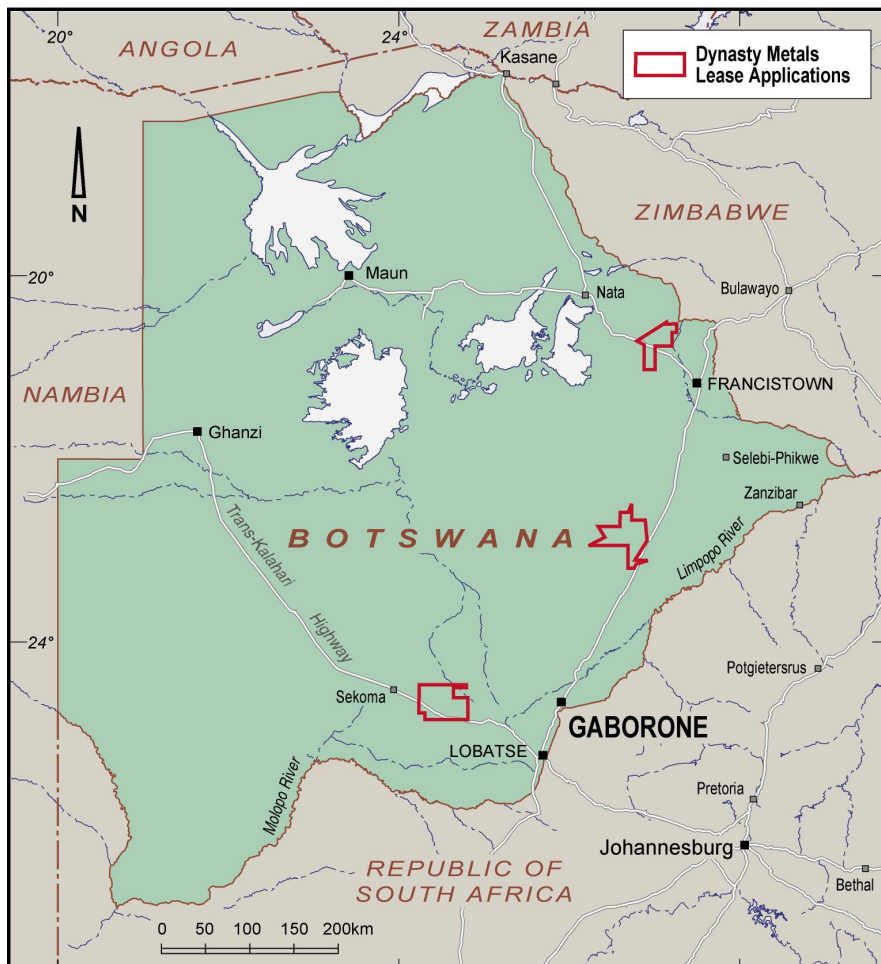


DYNASTY'S BOTSWANA URANIUM LEASES GRANTED

The Directors are pleased to announce that Dynasty Metals Australia Ltd has received confirmation of the granting of its applications for extensive exploration concessions in Botswana.

The concessions are for uranium and cover areas situated in the historic mining provinces of Selebi-Phikwe and Sekoma in close proximity to Gaborone, the capital city of Botswana, and Francistown (see map below).

Botswana is a stable independent country in southern Africa, bordered by South Africa, Namibia, Zimbabwe and Zambia. The country has a population of 1.6 million and sound infrastructure. Diamond production is the principal source of income. Other mines for gold and nickel exist with A-Cap Resources, African Energy and Bannerman Resources currently developing uranium exploration projects.



The Exploration Licences under application in Botswana were investigated and reported on by an independent expert geologist, Dr W. Witt.

Targets for uranium exploration include:

- radiogenic syenites that are known to occur in the leases. This group of highly differentiated alkaline intrusive rocks are potential hosts to deposits similar to the huge Rössing uranium mine in neighbouring Namibia situated to the west of Botswana,
- sedimentary rocks of the Transvaal Supergroup and the Lower Karoo Supergroup with anomalous radioactivity reported by previous explorers. The developing Mokobaesi uranium project (Acap Limited) is hosted partly by calcrete and partly by shale and siltstone of the Lower Karoo Supergroup,
- regolith and alluvial systems for concentration of uranium in calcrete. Calcrete development is widespread in Botswana and calcrete is a common host for uranium in the weathering zone,
- remobilisation and concentration into alluvial channels, similar to the large systems being mined in Namibia (e.g. the Langer Heinrich uranium mine).

The syenites are a large potential source of near surface uranium mineralisation. Assessment is continuing regarding uranium and Dr Witt's report which also refers to potential for base metals and gold mineralisation.

By order of the Board

Lewis Tay
Executive Director

For further information:

Dr Warick Brown
(08) 9481 8668

Qualifying statement

Dr Warick Brown has compiled the information in this report. Dr Brown has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results. Dr Brown consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.